SCHEDULE 1

CONDITIONS OF SALE

TRIUMPH GENETIC SUPPLY MEMBER AGREEMENT

THESE CONDITIONS OF SALE ARE ATTACHED TO THAT CERTAIN TRIUMPH GENETIC SUPPLY MEMBER AGREEMENT BY AND BETWEEN TRIUMPH PORK GROUP AND MEMBER. THEY PERTAIN TO THE PROVISION OF GENETICS FROM PIG IMPROVEMENT COMPANY, INC., TO TRIUMPH AND FROM TRIUMPH TO MEMBER.

A. WARRANTIES OF TRIUMPH.

1. Animals supplied by Triumph under these Conditions of Sale ("Animals") have been inspected and certified in accordance with applicable federal and state animal health regulations.

2. Semen supplied under these Conditions of Sale ("Semen") and Animals will be of the line, type and genetic status indicated in the Triumph Genetic Supply Member Agreement between Triumph and Member and the orders placed for Animals or Semen.

3. Artificial Insemination ("AI") Boars supplied by Triumph under these Conditions of Sale will be structurally sound at the time they are delivered to Member's facility. Except for structural soundness at time of delivery, Member assumes all risks associated with the capability of the AI Boars to be trained to approach, mount, and leave an AI dummy and to produce viable semen. Member may need to order additional AI Boars at Member's cost and expense as replacements for AI Boars that are not trainable or that do not produce viable semen.

4. All Natural Service Boars supplied by Triumph under these Conditions of Sale will be structurally sound at the time they are delivered to Member's facility. Except for structural soundness at time of delivery, Member assumes all risks associated with the capability of the Natural Service Boars to produce viable semen and to successfully breed. Member may need to order additional Natural Service Boars at Member's cost and expense as replacements for Natural Service Boars that do not produce viable semen or that do not successfully breed.

5. All Gilts supplied by Triumph under these Conditions of Sale will be structurally sound at the time they are delivered to Member's facility. Except for structural soundness at time of delivery, Member assumes all risks associated with the capability of the Gilts to successfully breed. Member may need to order additional Gilts at Member's cost and expense as replacements for Gilts that do not successfully breed.

6. All Isowean Animals supplied by Triumph under these Conditions of Sale will be in good physical condition, will weigh more than 8 pounds, and will be between the age of 14 days and 21 days at delivery.

7. Triumph has title to the Semen it supplies under these Conditions of Sale. The Semen will be of good live concentration and fit for administration to female swine at the time of delivery to Member.

8. Member's attention is drawn to Section H. (Disease Statement) and Section I. (Disclaimer of Other Warranties) of these Conditions of Sale.